

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1474 – HB 1497

January 22, 2018

SUMMARY OF BILL: Creates a new cultural “5th Special Forces Group (Airborne)” military license plate for active, retired, and honorably discharged members of the group in good standing along with spouses and children of such members.

ESTIMATED FISCAL IMPACT:

Increase State Revenue – \$3,300/One-Time

Increase State Expenditures – \$3,300/One-Time

Assumptions:

- Pursuant to Tenn. Code Ann. § 55-4-201(h)(1), cultural license plates will be subject to a minimum order of at least 1,000 plates prior to initial issuance. Any plate that does not meet the minimum order requirement within one year after passage of the authorizing act will become invalid.
- The unit cost per new license plate is estimated to be \$3.30.
- Pursuant to the provisions of this legislation, the proposed military license plate shall be issued upon payment of the fee prescribed by Tenn. Code Ann. § 55-4-203(c), which states military cultural license plates shall be issued upon the payment of the regular registration fee and a fee equal to the cost of actually designing and manufacturing the plates; provided that the issuance of these plates shall be revenue neutral.
- Eligible members will exchange their regular license plates for the new military license plate at no additional cost except for the \$3.30 manufacturing cost of the plate.
- One thousand new military plates will be purchased at \$3.30 each by individuals that currently do not have cultural license plates.
- Revenue and expenditures associated with the proposed military license plate will be expended from and deposited to the state General Fund.
- The one-time increase in state revenue to the General Fund is estimated to be \$3,300 (1,000 plates x \$3.30 fee).
- The one-time increase in state expenditures to the General Fund is estimated to be \$3,300 (1,000 plates x \$3.30 manufacturing cost).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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